

From: Goodman, Jeffrey <jeffrey.goodman@lehman.com>
Sent: Monday, October 22, 2007 2:58 PM (GMT)
To: Weber, Mark <mark.weber@lehman.com>
Cc: Leng, Manhua <mleng@lehman.com>; Liu, Fong
<fong.liu@lehman.com>; Shotton, Paul
<paul.shotton@lehman.com>
Subject: Risk Reduction ideas

Spoke to Chris today, he wants to have the big talk with exec about getting risk down, but thinks we need to have specific recommendations about where to make the cuts so need to run some scenarios to show much

we can bring down RA and VaR with specific actions. Can you start looking at the firmwide numbers assuming certain reductions in less liquid assets as well as liquid markets to see what order of magnitude of cuts we need. You can speak to risk managers to get an idea of what is likely to be the least difficult to get out of, given a willingness to take some losses

Jeffrey Goodman
Managing Director
> Lehman Brothers
Risk Management
745 Seventh Avenue, 29th Floor
> New York, NY 10019
> Ph: 212-526-7742
> Fax: (212) 519-1950
> Email: jeffrey.goodman@lehman.com
>